# IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF OKLAHOMA

STATE OF OKLAHOMA,	)
Plaintiff,	)
v.	) Case No. 4:05-CV-329-GKF-PJC
TYSON FOODS, INC., et al.	)
Defendants.	)

# MEMORANDUM IN SUPPORT OF JOINT MOTION TO ENTER CONSENT DECREE

Plaintiff, the State of Oklahoma (the "State" or "Plaintiff") and Defendant Willow Brook Foods, Inc. ("Willow Brook" or "Defendant"), offer the following memorandum in support of their joint motion to the Court to enter the Consent Decree.

#### I. OVERVIEW

On May 8, 2009, Plaintiff entered into a Consent Decree (the "Consent Decree") with Defendant Willow Brook to be submitted to this Court.

Plaintiff and Willow Brook seek to have this Court approve and enter the Consent Decree. This Court has subject matter jurisdiction over Plaintiff's claims pursuant to Sections 107(a) and 113(f)(1) of CERCLA, 42 U.S.C. §§ 9607(a) and 9613(f)(1), and 28 U.S.C. § 1331, in that Plaintiff seeks recovery under federal law which grants exclusive jurisdiction over CERCLA to the United States District Courts. The Court is also empowered to approve settlements of claims brought pursuant to Sections 107(a) and 113(f)(1) of CERCLA, 42 U.S.C. §§ 9607(a) and 9613(f)(1). This Court has supplemental jurisdiction over its claims under state and common law.

#### II. DISCUSSION

Willow Brook is a Missouri corporation based in Springfield, Missouri, and prior to March 28, 2008, was engaged in growing, processing and marketing turkeys and turkey products. Prior to March 28, 2008, Willow Brook maintained turkey growing farms or contracted with farmers ("Growers") who raised and cared for turkeys provided by Willow Brook. Some of the Growers Willow Brook contracted with were located within an area in eastern Oklahoma and northwest Arkansas known as the Illinois River Watershed ("IRW").

Plaintiff has filed claims under federal and state law and common law against Willow Brook and twelve other entities ("Defendants"), alleging generally that Defendants are responsible for poultry waste generated at company owned and contract Growers' poultry operations, and therefore are liable for the pollution of waters in the IRW allegedly resulting from land application of poultry waste within the IRW ("the Litigation").

Specifically, Plaintiff seeks recovery of response costs, natural resource damages and other relief from Defendants pursuant to CERCLA, 42 U.S.C. §§ 9607 and 9613, and additional relief pursuant to causes of action alleged under RCRA, state statutes and common law theories.

While it does not admit liability for any of Plaintiff's claims, Willow Brook desires to settle Plaintiff's claims and avoid the risks and costs of protracted litigation in this case, pursuant to the terms of the Consent Decree reached with Plaintiff.

### III.THE CONSENT DECREE BETWEEN PLAINTIFF AND WILLOW BROOK SHOULD BE APPROVED AND ENTERED.

The Court should approve the Consent Decree between Plaintiff and Willow Brook. This Consent Decree is attached hereto for review by the Court. The Consent Decree represents a fair settlement entered into after arms-length negotiations and is the result of compromises of disputed claims and evaluations of the risks of protracted litigation between Plaintiff and Willow Brook. Plaintiff and Willow Brook have discussed and negotiated the extent of the claims of Plaintiff against Willow Brook for past and future environmental response costs in the IRW, including investigatory, response action and natural resource damage claims, and have agreed upon the settlement terms identified in the Consent Decree. The settlement terms are reasonable, adequate and consistent with the purposes of CERCLA. The Consent Decree is not collusive, and there are no agreements between Plaintiff and Willow Brook regarding this matter other than as stated in the Consent Decree.

Moreover, the settlement will assist in streamlining this litigation by removing the possibility of future litigation involving Willow Brook. Under the terms of the Consent Decree, Plaintiff is releasing Willow Brook from claims pertaining to the release of nutrients and bacteria from the management, storage, land application, and disposal of poultry waste generated at its poultry operations or poultry operations under contract with it in any watershed located in whole or in part in Oklahoma that occurred after December 31, 1998 and prior to the effective date of this Consent Decree. As a result of the settlement, under CERCLA and Oklahoma law, Willow Brook is entitled to protection from any further liability to any non-settlors who may have claims for contribution or cost recovery.

Federal courts are often called on to approve CERCLA settlements such as these and to enter orders granting contribution protection. Contribution protection is expressly provided under CERCLA § 113(f)(2): "A person who has resolved its liability to the United States or a State in an administrative or judicially approved settlement shall not be liable for claims for contribution regarding matters addressed in the settlement." 42 U.S.C. § 9613(f)(2). Thus, federal courts routinely enter orders adopting settlement agreements for the purpose of resolving a settling party's liability under CERCLA and effectuating contribution protection under CERCLA.

Similarly, for Plaintiff's non-CERCLA claims under which it seeks damages, Oklahoma's Contribution Among Tortfeasors Act, 12 O.S. § 832, also provides contribution protection to Willow Brook: "When a release, covenant not to sue, or a similar agreement is given in good faith to one of two or more persons liable in tort for the same injury... [i]t discharges the tortfeasor to whom it is given from all liability for contribution to any other tortfeasor." 12 O.S. § 832(H)(2). This statute applies where, as in this case, a common liability is alleged among multiple tortfeasors.

Moreover, there will be no question as to the effect of this settlement on the potential liability of non-settlors at this time. Both CERCLA and the Oklahoma Contribution Among Tortfeasors Act provide that the potential liability of any nonsettlors is reduced by the amount of the settlement. 42 U.S.C. § 9613(f)(2)("[S]ettlement does not discharge any of the other potentially liable persons..., but it reduces the potential liability of the others by the amount of the settlement"); 12 O.S. § 832(H)(1) (settlement with one among multiple tortfeasors "reduces the claim against others to the extent of any amount stipulated by the release or the covenant, or in the amount of the consideration paid for it, whichever is greater"). Accordingly, entry of the Consent Decree should not give rise to future litigation as to the effect of this settlement on the future contribution rights of non-settlors.

Therefore, Plaintiff and Willow Brook respectfully request that the Court enter an order approving and entering the Consent Decree.

Respectfully submitted,

#### \s\ Frank M. Evans w/permission by <u>Daniel Lennington</u>

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